

# **DRAFT MINUTES**

# PUBLIC UTILITIES, ENERGY, AND TECHNOLOGY INTERIM

# COMMITTEE

Wednesday, November 20, 2019 8:30 a.m. 25 House Building

#### **Members Present:**

Sen. Ronald Winterton, Chair Rep. Carl R. Albrecht, Chair

Sen. David P. Hinkins

Sen. Derek L. Kitchen

Sen. Ralph Okerlund

Sen. Scott D. Sandall

Rep. Patrice M. Arent

Rep. Walt Brooks

Rep. Scott H. Chew

Rep. Steve R. Christiansen

Rep. Keven J. Stratton Staff Present:

Rep. Joel Ferry

Rep. Kay J. Christofferson

Rep. Marie H. Poulson

Rep. Jeffrey D. Stenguist

Rep. Carol Spackman Moss

Ms. Sarah J. Balland, Policy Analyst

Ms. Shannon C. Halverson, Associate General

Counsel

Ms. Cherish Cosman, Administrative Assistant

Note: A copy of related materials and an audio recording of the meeting can be found at www.le.utah.gov.

Chair Winterton called the meeting to order at 8:47 a.m.

#### 1. Committee Business

MOTION: Rep. Chew moved to approve the minutes from the October 16, 2019 meeting. The motion passed

with a vote of 12 - 0 - 4.

Yeas-12 Nays-0 Absent-4

Rep. C. Albrecht

Rep. P. Arent

Rep. S. Chew

Rep. S. Christiansen

Rep. K. Christofferson

Sen. D. Hinkins

Rep. C. Moss

Sen. R. Okerlund

Rep. M. Poulson

Sen. S. Sandall

Rep. K. Stratton

Sen. R. Winterton

Rep. W. Brooks Rep. J. Ferry Sen. D. Kitchen

Rep. J. Stenguist

### 2. Draft Legislation: FL0304, Sales and Use Tax Modifications

2 - 2020 General Session Draft Legislation "Sales and Use Tax Modifications" (2020FL0304-016)

# 2A - Sales and Use Tax Modifications Draft Dynamic Fiscal Note

Chair Winterton updated the committee on the changes to the draft legislation since its first hearing during the committee's October meeting.

Howard Stephenson, President, Utah Taxpayers Association, presented on Utah's economic background leading to the draft legislation and answered questions from the committee.

Thomas Young, Fiscal Analyst, Office of the Legislative Fiscal Analysts, addressed the bill's draft dynamic fiscal note and responded to committee questions.



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Chair Winterton, Thomas Young, and Howard Stephenson answered committee questions and committee discussion continued.

### 2B - Amendment to Draft Legislation "Sales and Use Tax Modifications"

MOTION:

Rep. Arent moved to amend "Sales and Use Tax Modifications" and responded to committee questions, Shannon Halverson, Associate General Counsel, Office of Legislative Research and General Counsel, explained the proposed amendment. Committee discussion and questions regarding the amendment continued. The motion failed with a vote of 4 - 12 - 0.

Yeas-4 Navs-12 Absent-0

Rep. P. Arent Rep. C. Albrecht Sen. D. Kitchen Rep. W. Brooks Rep. C. Moss Rep. S. Chew Rep. M. Poulson Rep. S. Christiansen

Rep. K. Christofferson

Rep. J. Ferry Sen. D. Hinkins Sen. R. Okerlund Sen. S. Sandall Rep. J. Stenguist Rep. K. Stratton Sen. R. Winterton

Rep. Stratton moved to recommend as a committee bill draft legislation, "Sales and Use Tax MOTION:

Modifications." The motion passed with a vote of 12 - 4 - 0.

Yeas-12 Nays-4 Absent-0

Rep. C. Albrecht Rep. P. Arent Rep. W. Brooks Sen. D. Kitchen Rep. S. Chew Rep. C. Moss Rep. S. Christiansen Rep. M. Poulson

Rep. K. Christofferson

Rep. J. Ferry Sen. D. Hinkins Sen. R. Okerlund Sen. S. Sandall

Rep. J. Stenguist Rep. K. Stratton

Sen. R. Winterton

# 3. Committee Staff Report on Utah's Universal Public Telecommunications Service Support Fund (UUSF)

3 - Staff Report on Utah's Universal Public Telecommunications Service Support Fund (UUSF)

3A - 2017 PSC UUSF Report, Public Service Commission

3B - 2018 PSC UUSF Report, Public Service Commission

3C - 2019 PSC UUSF Report, Public Service Commission

Sarah J. Balland, Policy Analyst, Office of Legislative Research and General Counsel, presented the report on the UUSF and responded to questions from the committee.

Committee discussion on the report continued.



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### 4. Committee Update: Public Utilities Regulation Fee (PURF)

### 4 - Public Utility Regulatory Fee Information and Report

Rep. Christofferson reported back to the committee with an update of the PURF workgroup's activities and outcomes, the status of legislation for the 2020 General Session, and responded to committee questions.

Rep. Ferry discussed the finance and budget portion of the PURF Information and Report packet, and answered questions from the committee with committee discussion following.

### 5 . Statutory Reports Relating to the Single Sign-on Expendable Revenue Fund

### 5 - Utah's Business Portal, DTS

Mike Hussey, Executive Director, Utah Department of Technology Services (DTS), and James Hudgins, Project Manager, Utah's Business Portal, DTS, updated the committee on the status of the business and citizen portal projects, demonstrated portal components, tools, and functionality, and responded to questions and comments from the committee.

Francine Giani, Executive Director, Utah Department of Commerce, and Peter Anjewierden, Budget Director, Department of Commerce, addressed the fee and budget information concerning the portal project.

### 6. Rocky Mountain Power's 2019 Integrated Resource Plan

### 6 - Rocky Mountain Power 2019 IRP and Appendices

#### 6A - Rocky Mountain Power 2019 Integrated Resource Plan Preferred Portfolio

Jon Cox, Vice President of Government Affairs, Rocky Mountain Power, explained the purpose of the integrated resource plan, highlighted key provisions of the plan, and answered questions from the committee.

### 7. Public Program Funding Through Utility Rates

Michele Beck, Director, Office of Consumer Services, discussed the distinction between utilizing consumer utility rate revenue to fund projects directly related to the consumption of electricity and natural gas versus utilizing consumer utility rate revenue to fund public policy initiatives not directly related to utility services, and responded to committee questions.

**MOTION:** Rep. Christofferson moved to adjourn. The motion passed with a vote of 9 - 0 - 7.

Absent-7 Yeas-9 Nays-0 Rep. C. Albrecht Rep. W. Brooks Rep. P. Arent Rep. J. Ferry Rep. S. Chew Sen. D. Hinkins Rep. S. Christiansen Sen. D. Kitchen Rep. K. Christofferson Sen. R. Okerlund Rep. C. Moss Sen. S. Sandall Rep. M. Poulson Rep. J. Stenguist Rep. K. Stratton

Chair Winterton adjourned the meeting at 11:08 a.m.

Sen. R. Winterton